

AMENDED IN ASSEMBLY AUGUST 21, 2012

AMENDED IN ASSEMBLY AUGUST 6, 2012

AMENDED IN ASSEMBLY JUNE 18, 2012

AMENDED IN SENATE MAY 9, 2012

SENATE BILL

No. 1580

Introduced by Committee on Governmental Organization (Senators Wright (Chair), Anderson, Berryhill, Calderon, Cannella, Corbett, De León, Evans, Hernandez, Padilla, Walters, Wyland, and Yee)

March 20, 2012

An act relating to state surplus property, and making an appropriation therefor.

LEGISLATIVE COUNSEL'S DIGEST

SB 1580, as amended, Committee on Governmental Organization. State surplus property: armories: sales.

(1) Existing law authorizes the Director of General Services to dispose of state surplus property, subject to specified conditions, including authorization by the Legislature.

This bill would authorize the director to dispose of 3 specified parcels of state property. The bill would also rescind the surplus property sale authorization of ~~2 specified parcels~~ *a specified parcel*. The bill would subject the proceeds from one parcel to the reimbursement of federal equity financing, as specified.

(2) The California Constitution provides that the proceeds from the sale of surplus state property be used to pay the principal and interest on bonds issued pursuant to the Economic Recovery Bond Act until the principal and interest on those bonds are fully paid, after which

these proceeds are required to be deposited into the Special Fund for Economic Uncertainties. Existing statutory law similarly requires that the net proceeds received from any real property disposition be paid into the Deficit Recovery Bond Retirement Sinking Fund Subaccount, a continuously appropriated fund, until the bonds issued pursuant to the act are retired.

By increasing the amount transferred into a continuously appropriated fund, this bill would make an appropriation.

(3) Existing law authorizes the Director of General Services, with the approval of the Adjutant General, to lease and sell real property held for armory purposes, subject to legislative approval. Existing law establishes the Armory Fund and requires that the proceeds from the sale or lease of armories be deposited in the fund, for use, upon appropriation by the Legislature, for specified purposes related to armories.

This bill would authorize the Director of General Services, with the approval of the Adjutant General, to sell specified armories, including improvements made to those armories. This bill would, notwithstanding the requirement for payment of sale proceeds into the Deficit Recovery Bond Retirement Sinking Fund Subaccount, require the proceeds from the sale to be deposited in the Armory Fund. This bill would require the Department of General Services to be reimbursed for any reasonable costs or expenses incurred in conducting a transaction involving those armories, as specified. This bill would provide that the disposition of certain property does not constitute a sale or other disposition of surplus property, as specified.

Vote: majority. Appropriation: yes. Fiscal committee: yes.
State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. (a) Notwithstanding any other law and pursuant
- 2 to Section 435 of the Military and Veterans Code, the Director of
- 3 General Services, with the approval of the Adjutant General, may
- 4 sell any of the following properties:
- 5 (1) Approximately 4.59 acres of real property with
- 6 improvements made thereon, located at 2320 N. Parmelee Avenue,
- 7 Compton, California, known as the Compton Parmelee Armory.

1 (2) Approximately 2.0 acres of real property with improvements
2 made thereon, located at 900 Powell Avenue, Healdsburg,
3 California, known as the Healdsburg Armory.

4 (3) Approximately 1.57 acres of real property with
5 improvements made thereon, located at 14061 Nevada City
6 Highway, Nevada City, California, known as the Nevada City
7 Armory.

8 (4) Approximately 2.84 acres of real property with
9 improvements made thereon, located at 950 West Laurel Street,
10 Willows, California, known as the Willows Armory.

11 (b) The disposition of a property pursuant to this section shall
12 not constitute a sale or other disposition of surplus property
13 pursuant to Section 11011 of the Government Code.

14 (c) The proceeds from the sale of armories authorized pursuant
15 to subdivision (a) shall be deposited in the Armory Fund as
16 required pursuant to subdivision (b) of Section 435 of the *Military*
17 *and Veterans Code*.

18 (d) The Department of General Services shall be reimbursed
19 for any reasonable costs or expenses incurred in conducting a
20 transaction pursuant to this section.

21 (e) The sale of these armories shall be made on an “as is” basis
22 and shall be exempt from Division 13 (commencing with Section
23 21100) of the Public Resources Code. Upon vesting title of the
24 armory to the purchaser or transferee of the armory, the purchaser
25 or transferee shall be subject to any local governmental land use
26 entitlement requirements and to Division 13 (commencing with
27 Section 21100) of the Public Resources Code.

28 SEC. 2. (a) The Director of General Services may sell,
29 exchange, sell combined with an exchange, or lease for fair market
30 value and upon those terms and conditions as the Director of
31 General Services determines are in the best interests of the state,
32 all or any part of the following real property pursuant to Section
33 11011.1 of the Government Code:

34 (1) Parcel 1, consisting of approximately 1.42 acres, formerly
35 known as the Employment Development Department Field Office,
36 located at 135 West Fremont *Street*, in Stockton, San Joaquin
37 County.

38 (2) Parcel 2, consisting of approximately 0.36 acres, known as
39 the California Department of Corrections and Rehabilitation Watts

1 Parole Center, located at 9110 S. Central Avenue, in Los Angeles,
2 Los Angeles County.

3 (3) Parcel 3, consisting of approximately 0.6 acres and
4 improvements, including a 1,113 square foot residence and garage
5 identified as Assessor Parcel Number 004-050-031-000, known
6 as the California Department of Corrections and Rehabilitation
7 Single Family Residence, located on Sutter Lane, in Ione, Amador
8 County.

9 (b) Notwithstanding any other law that declared the ~~properties~~
10 ~~property~~ as surplus, the following ~~parcels are~~ *parcel is* no longer
11 surplus to the state's needs and the surplus property sale
12 authorization is hereby rescinded:

13 ~~(1) Parcel 1, A~~ *parcel* consisting of approximately 2 acres and
14 improvements, known as the Healdsburg Armory, located at 900
15 Powell Avenue, Healdsburg, Sonoma County, declared surplus
16 property sale in Assembly Bill 1123, Chapter 625 of the Statutes
17 of 2007.

18 ~~(2) Parcel 2, consisting of real property under the jurisdiction~~
19 ~~of the Department of Motor Vehicles, known as the Department~~
20 ~~of Motor Vehicles Santa Maria Field Office, located at 523 South~~
21 ~~McClellan Street, Santa Maria, Santa Barbara County, declared~~
22 ~~surplus in Assembly Bill 358, Chapter 448 of the Statutes of 2007.~~

23 (c) Proceeds received from the disposition of Parcel 1, formerly
24 known as the Employment Development Department Field Office,
25 shall be subject to the reimbursement of federal equity financing,
26 if any exists in the property, as required under applicable state and
27 federal law.